

FISCAL NOTE

Bill #: HB0162 **Title:** Increase gambling machine fee and amount department keeps to administer law

Primary Sponsor: Callahan, T **Status:** As Introduced

Sponsor signature	Date	Chuck Swysgood, Budget Director	Date
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Fiscal Summary

	<u>FY 2004 Difference</u>	<u>FY 2005 Difference</u>
Expenditures:		
General Fund	\$0	\$0
Revenue:		
State Special Revenue	\$360,000	\$360,000
Net Impact on General Fund Balance:	\$0	\$0

- | | |
|---|--|
| <input type="checkbox"/> Significant Local Gov. Impact | <input type="checkbox"/> Technical Concerns |
| <input type="checkbox"/> Included in the Executive Budget | <input type="checkbox"/> Significant Long-Term Impacts |
| <input type="checkbox"/> Dedicated Revenue Form Attached | <input type="checkbox"/> Needs to be included in HB 2 |

Fiscal Analysis

ASSUMPTIONS:

1. Approximately a third of total funding for the Gambling Control Division within the Department of Justice is funded with state special revenue funded by machine permit fees.
2. There has been no growth in revenue since FY 1999, although expenses have continued to rise because of inflation factors that include pay and health insurance adjustments.
3. Without an increase in fees deposited to the state special revenue account, revenue will be insufficient to cover the FY 2004 and FY 2005 adjusted base budget, even though the budget includes a reduction of 3.00 FTE.
4. The adjustments in permit fees included in HB 162 will result in state special revenue totaling \$360,000 each fiscal year, based on the assumption that the number of permits sold by quarter in the FY 2005 biennium will be equal to the number of permits sold by quarter in base year FY 2002 (18,870).
5. Passage of this bill will not require an increase in expenditures.

Fiscal Note Request HB0162, As Introduced
(continued)

FISCAL IMPACT:

	FY 2004 <u>Difference</u>	FY 2005 <u>Difference</u>
<u>Revenues:</u>		
State Special Revenue (02)	\$360,000	\$360,000
<u>Net Impact to Fund Balance (Revenue minus Funding of Expenditures):</u>		
State Special Revenue (02)	\$360,000	\$360,000